

ADM-2.2

9 DEC 1964

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MEMORANDUM FOR: Executive Director-Comptroller

SUBJECT: Reclama of Bureau of Budget Cuts in
FY 1966 Budget Estimates of DD/S&T

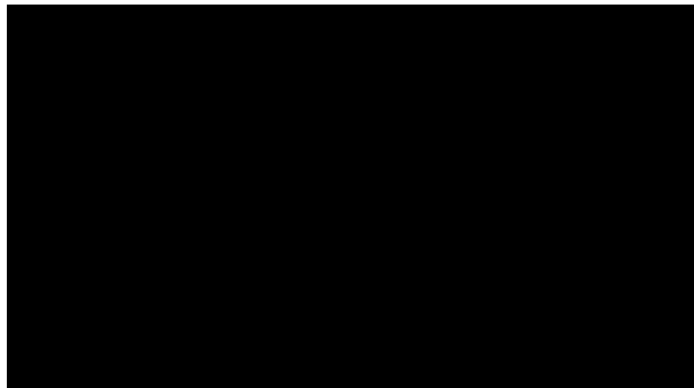
25X1A1a 1. The Bureau of the Budget in its preliminary mark up
of the Agency FY 1966 Budget has specifically recommended
reductions aggregating [REDACTED] in the programs of this
Directorate.

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2. As you know, the [REDACTED] FY 1966 Budget Estimate
submitted by this Directorate provides for a prospective
level of funding significantly below our estimated FY 1966
requirements. In that light, the above reductions, if fully
sustained, would have a most significant impact on programs
we consider critical to orderly progress in the attainment of
a realistic level of effort compatible with the demands upon
this Agency for scientific and technical capabilities.

25X1A1a 3. We have carefully reviewed each of the areas
affected by the suggested reductions and have concluded we
can reprogram to absorb reductions aggregating [REDACTED] as
follows:

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OSA -
OEL -
FMSAC -
ORD -
OSI -



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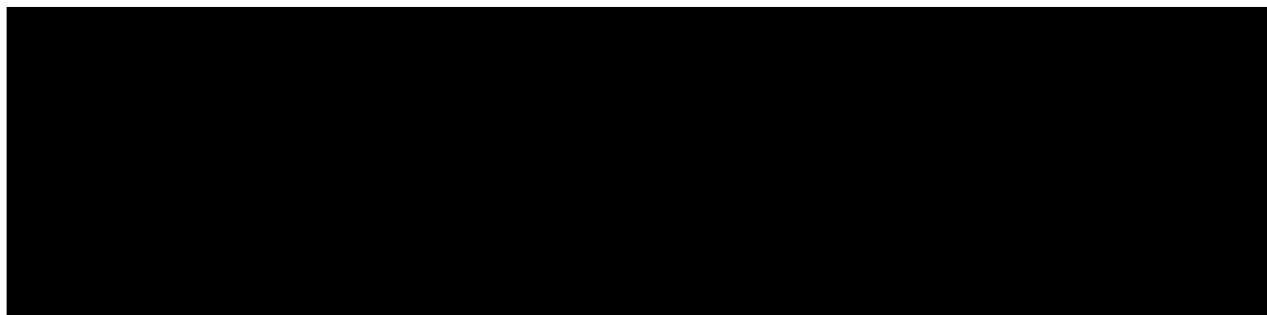
25X1A1a The above reduction for OCS includes [REDACTED] in the expectation of net Agency savings which the Bureau of the Budget relates to the implementation of the Automatic Language Processing Program planned for FY 1966. Since any savings will be realized within OCR/DD/I, any reduction should be against DD/I rather than DD/S&T; we are not making a reclama on the item because the Bureau of the Budget position on this item on an Agency basis is apparently valid and the funds can be reprogrammed to DD/S&T.

25X1A1a 4. Absorption of the remainder of the suggested reductions totalling [REDACTED] would result in curtailment of programs important to the success of specific aspects of the mission of the Directorate for Science and Technology. Reclama is strongly recommended for reductions by Office as follows for the reasons set forth in paragraphs 5 through 7:

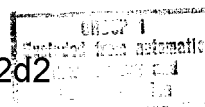
25X1A1a ORD - [REDACTED] (paragraph 5 below)
OSA - [REDACTED] (paragraph 6 below)
OEL - [REDACTED] (paragraph 7 below)

25X1A2d2 5. a. It is our considered judgment that it is absolutely essential that [REDACTED] be approved at the requested funding level of [REDACTED] for FY 1966 and that
25X1A1a the expansion of both the Life Sciences and Analyses Projects,
25X1A1a in the amounts of [REDACTED] respectively, be approved in the Office of Research and Development program for FY 1966. The continuing viability of this Directorate and its capability to further the intelligence mission by a greater capitalization and reliance on scientific and technical developments is directly related to the restoration of these proposed budgetary cuts.

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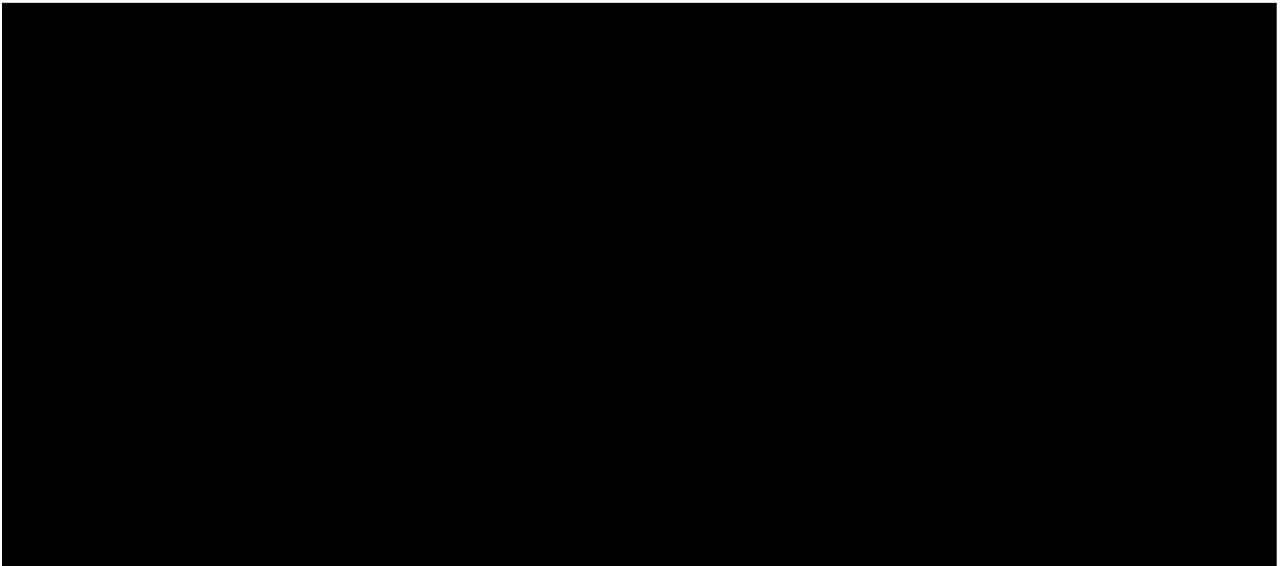


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c. The expansion of the Life Sciences Programs and the Analyses Projects of ORD are of equal necessity to ensure that we continue to develop our competency in basic research. It is only through such pursuits that we can attain the fine "cutting edge" which will allow us to accomplish breakthroughs in coupling scientific developments to intelligence needs. I again point out that we have been under constant admonishment by people such as [REDACTED] to continue and increase the impetus we now have on the scientific front to fully capitalize on the many opportunities offered to us by the continuing development in the state-of-the-art of the many scientific disciplines. The Agency must continue to make this investment of funds and people if it is to ensure its proper place in this day and age to continue in the forefront of the intelligence undertaking.

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6. A reclama is recommended for [REDACTED] of the suggested reduction of [REDACTED] in the OSA travel budget. This will result in a minimum travel budget of [REDACTED] in relation to [REDACTED] for FY 1965; the evolvement of the [REDACTED] to an operational status is expected to require more, rather than less, travel. Based upon [REDACTED] experience, operational use of the [REDACTED] will result in numerous system modifications and new areas of development which will necessitate a continuing great amount of TDY travel. Current indications are that it may be necessary to reprogram FY 1965 funds to provide for current year travel at least equal to that requested above for FY 1966.

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7. Restoration of the suggested reduction of [REDACTED] in the FY 1966 expansion of [REDACTED] in the external contract for signal analysis is recommended to avoid a severe curtailment in this field of effort. There is a continuing, urgent requirement to provide the Director of Central Intelligence and the Intelligence Community with expert analyses of [REDACTED] electronic signals such as the [REDACTED]

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[REDACTED] field in particular requires handling by experts. Although much of the work in these areas can be done in-house, we believe external contracting at the level proposed is the best method for obtaining the additional quantitative and qualitative talents required for this difficult area of effort.

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8. Your approval for the reclamas summarized in paragraph 4 is recommended.

Signed: [REDACTED]

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for
ALBERT D. WHEELON
Deputy Director
for
Science and Technology

APPROVAL:

The recommendation in
Paragraph 4 is approved.

Executive Director-Comptroller

Date

Distribution:

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DD/S&T: [REDACTED] 1020

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